

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 5 77 WEST JACKSON BOULEVARD CHICAGO, IL 60604-3590

JUN - 6 2016

REPLY TO THE ATTENTION OF

<u>CERTIFIED MAIL</u> RETURN RECEIPT REQUESTED

John McManus Vice President, Environmental Services American Electric Power 1 Riverside Plaza Columbus, Ohio 43215

Mike Zwick Plant Manager Conesville Power Plant, American Electric Power 47201 County Road 273 Conesville, Ohio 43811

Re: Notice of Violation and Finding of Violation

American Electric Power, Conesville Power Plant

Conesville, Ohio

Dear Mr. McManus and Mr. Zwick:

The U. S. Environmental Protection Agency is issuing the enclosed Notice of Violation and Finding of Violation (NOV/FOV) to American Electric Power (AEP) under Section 113(a) of the Clean Air Act (CAA), 42 U.S.C. § 7413(a). We find that AEP has violated and continues to violate the Ohio State Implementation Plan, the New Source Performance Standards, and AEP's Title V Operating Permit at the Conesville Power Plant, located in Conesville, Ohio.

Section 113 of the Clean Air Act gives us several enforcement options. These options include issuing an administrative compliance order, issuing an administrative penalty order and bringing a judicial civil or criminal action.

We are offering you an opportunity to confer with us about the violations alleged in the attached NOV/FOV. The conference will give you an opportunity to present information on the specific findings of violations and the steps you have taken or will take to bring Conesville Power Plant into compliance. In addition, in order to make the conference more productive, we encourage you to submit to us information responsive to the NOV/FOV prior to the conference date.

Please plan for your facility's technical and management personnel to attend the conference to discuss compliance measures and commitments. You may also have an attorney represent you at this conference.

The EPA contacts in this matter are Eleanor Kane and Ethan Chatfield. You may call them at (312) 353-4840 or (312) 886-5112, respectively, to request a conference. You should make your request for a conference no later than 10 calendar days after you receive this letter, and we should hold any conference within 30 calendar days of your receipt of this letter.

Sincerely,

Edward Nam

Acting Director

Air and Radiation Division

Enclosure

cc:

Janet J. Henry, Deputy General Counsel American Electric Power

Robert Hodanbosi, Chief Division of Air Pollution Control, Ohio EPA

Melissa Witherspoon, Acting Assistant Chief Ohio EPA/DAPC, Southeast District Office

UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 5

IN THE MATTER OF:)
American Electric Power) NOTICE OF VIOLATION AND
Conesville Power Plant) FINDING OF VIOLATION
Conesville, Ohio)
) EPA-5-16-OH-11
Proceedings Pursuant to	,)
Sections113(a)(1) and (a)(3))
of the Clean Air Act,)
42 U.S.C. §§7413(a)(1) and (a)(3))
)

NOTICE OF VIOLATION AND FINDING OF VIOLATION

The U.S. Environmental Protection Agency (EPA) is issuing this Notice of Violation and Finding of Violation (NOV/FOV) in accordance with Sections 113(a)(1) and (a)(3) of the Clean Air Act (CAA), 42 U.S.C. §§ 7413(a)(1) and (a)(3). The authority to issue this NOV/FOV has been delegated to the Regional Administrator of the EPA, Region 5, and redelegated to the Director of the Air and Radiation Division.

EPA finds that American Electric Power (AEP) has violated and continues to violate the Ohio State Implementation Plan (SIP), the New Source Performance Standards (NSPS), and the facility's Title V Permit at the Conesville Power Plant, located in Conesville, Ohio, as follows:

Statutory and Regulatory Background

- 1. The CAA is designed to protect and enhance the quality of the nation's air so as to promote the public health and welfare and the productive capacity of its population. Section 101(b)(1) of the CAA, 42 U.S.C. § 7401(b)(1).
- 2. Section 108(a) of the CAA, 42 U.S.C. § 7408(a), requires the Administrator of EPA to identify and prepare air quality criteria for each air pollutant, emissions of which may endanger public health or welfare, and the presence of which results from numerous or diverse mobile or stationary sources. For each such "criteria" pollutant, Section 109 of the CAA, 42 U.S.C. § 7409, requires EPA to promulgate national ambient air quality standards (NAAQS) to protect the public health and welfare.
- 3. Section 110 of the CAA, 42 U.S.C. § 7410, requires each state to adopt and submit to EPA for approval a State Implementation Plan (SIP) that provides for the implementation, maintenance, and enforcement of the NAAQS. Section 110 also requires that each SIP contain adequate provisions prohibiting any source within the state from emitting any air pollutants in amounts which will interfere with attainment or maintenance of the NAAQS or cause significant deterioration of air quality in any other state. See 40 C.F.R. Part 52.

- 4. Section 111 of the CAA, 42 U.S.C. § 7411, requires the Administrator of the EPA to establish federal standards of performance for new sources within the list of categories of stationary sources. *See* 40 C.F.R. Part 60.
- 5. Section 502(b) of the CAA, 42 U.S.C. § 7661, requires the Administrator of the EPA to promulgate regulations which establish the minimum elements of a permit program to be administered by any air pollution control agency. *See* 40 C.F.R. Part 70.
- 6. Sections 113(a)(1) and (3) of the CAA, 42 U.S.C. §§ 7413(a)(1) and (3), provide that the Administrator may issue an administrative penalty order pursuant to Section 113(d), 42 U.S.C. § 7413(d), or bring a civil action pursuant to Section 113(b), 42 U.S.C. § 7413(b), for injunctive relief and/or civil penalties whenever, on the basis of any information available to the Administrator, the Administrator finds that any person has violated or is in violation of any requirement or prohibition of, *inter alia*, an applicable implementation plan, a standard of performance and Title V of the CAA, 42 U.S.C. §§ 7661-7661f, or any rule or permit issued thereunder. *See also* 40 C.F.R. § 52.23.

Ohio State Implementation Plan - Opacity Regulations

- 7. EPA approved OAC Chapter 3745-17-07(A)(1) as part of the federally enforceable Ohio SIP on June 27, 1994. 59 Fed. Reg. 27464.
- 8. OAC 3745-17-07(A)(1) of the Ohio SIP requires that "visible particulate emissions from any stack shall not exceed twenty percent opacity, as a six-minute average. [The]... visible particulate emissions from any stack may exceed twenty per cent opacity, as a six-minute average, for not more than six consecutive minutes in any sixty minutes, but shall not exceed sixty per cent opacity, as a six-minute average, at any time. June 27, 1994 (See 59 Fed. Reg. 27464).

New Source Performance Standards: Subpart D

- 9. Section 111(b) of the CAA, 42 U.S.C. § 7411(b), requires EPA to publish a list of categories of stationary sources and, within a year after the inclusion of a category of stationary sources in a list, to publish proposed regulations establishing Federal standards of performance for new sources within the source category. These standards are known as "new source performance standards" or "NSPS."
- 10. The NSPS are national technology-based performance standards for air pollutant sources constructed or modified after a specified date. The purpose of the standards is to ensure that all new or modified sources of air pollutants will be designed to meet emission limitations achievable through the application of the best demonstrated system for emission reduction considering the cost of achieving such reduction and any non-air quality health and environmental impact and energy requirements. Section 111(a)(1) of the CAA, 42 U.S.C. § 7411(a)(1).

- 11. Section 111(e) of the CAA, 42 U.S.C. § 7411(e), states that, after the effective date of standards of performance promulgated under Section 111, it is unlawful for any owner or operator of any new source to operate the source in violation of any applicable standard of performance.
- 12. Under Section 111 of the CAA, 42 U.S.C. § 7411, the Administrator promulgated the NSPS for Fossil-Fuel-fired Steam Generators, codified at 40 C.F.R. Part 60, Subpart D on June 13, 2007. 72 Fed. Reg. 32717.
- 13. 40 C.F.R. § 60.42(a)(2) of Subpart D states that "no owner or operator subject to the provisions of this subpart shall cause to be discharged into the atmosphere from any affected facility any gases that exhibit greater than 20 percent opacity, except for one 6-minute period per hour of not more than 27 percent opacity."

Title V Requirements

- 14. EPA promulgated full approval of the Ohio's Title V program on August 15, 1995. See 40 C.F.R. Part 70, Appendix A; 60 Fed. Reg. 42045. Ohio's Title V program became effective on October 1, 1995. See 60 Fed. Reg. 42045.
- 15. The Ohio regulations governing the Title V permitting program are codified at OAC 3745-77, and are federally enforceable pursuant to Section 113(a)(3).
- 16. In accordance with OAC 3745-77 of the Ohio SIP, on February 12, 1998, the Ohio Environmental Protection Agency (OEPA) issued a Final Title V Permit to the Conesville Power Plant. The Title V Permit contained the following provisions:
 - a. Part III, A.I.1 for the Unit 6 Main Boiler (B008) provides that, pursuant to 40 CFR Part 60.42(a)(2), visible particulate emissions shall not exceed 20% opacity as a six-minute average, except for not more than 6 consecutive minutes in any 60 minutes, but shall not exceed 27 percent opacity, as a 6-minute average, at any time.
 - b. Part III, A.I.1 and Part III, A.I.2.a for the Unit 6 Main Boiler (B008) provide that the unit is subject to the opacity limitations under OAC rule 3745-17-07(A), but that the limit is less stringent that the limit contained in 40 C.F.R. Part 60.

Factual Background

- 17. AEP is incorporated in New York.
- 18. AEP is a "person," as that term is defined in Section 302(e) of the CAA, 42 U.S.C. § 7602(e).
- 19. The Conesville Power Plant is located at 47201 County Road 273, Conesville, Ohio, which is in Coshocton County.

- 20. AEP operates three coal-fired boilers at the Conesville Power Plant, identified as Unit 4 (B004), Unit 5 (B007), and Unit 6 (B008). Units 5 and 6 are sister units that exhaust to the same stack.
- 21. Units 5 and 6 are 375 MW electric utility steam generating units each having a nominal capacity of 4,091 mmBtu/hr and began commercial operation in 1976 and 1978, respectively. Both boilers are subject to NSPS Subpart D.
- 22. On November 3, 2015, EPA took visible emissions readings of the Unit 6 stack in accordance with EPA Method 9 and Method Alt-082 and observed a maximum 6-minute average opacity of 78%. Opacity was recorded to be over 60% at each observation.
- 23. On November 24, 2015, EPA took visible emissions readings of the Unit 6 stack in accordance with EPA Method 9 and Method Alt-082 and observed a maximum 6-minute average opacity of 74%. Opacity was recorded to be over 45% at each observation.
- 24. On December 17, 2015, EPA took visible emissions readings of the Unit 6 stack in accordance with EPA Method 9 and observed a maximum 6-minute average opacity of 49%. Opacity was recorded to be over 30% at each observation.
- 25. On April 5, 2016, EPA took visible emissions readings of the Unit 6 stack in accordance with EPA Method 9 and observed a maximum 6-minute average opacity of 59%. Opacity was recorded to be over 30% at each observation. This excess emissions period appeared to continue beyond EPA's observation period above, and was noted during and after the CAA inspection that followed these opacity readings.

Alleged Violations

- 26. AEP violated and continues to violate OAC 3745-17-07(A)(1)(a) of the Ohio SIP, NSPS Subpart D, and the Title V Permit at the Conesville Power Plant by exceeding 20% opacity, as a six-minute average, on an ongoing basis.
- 27. Pursuant to Section 113(e) of the CAA, the violations set forth in Paragraph 26 above are presumed to continue each day until AEP establishes continuous compliance except to the extent that AEP can prove by a preponderance of the evidence that there were intervening days during which no violations occurred.

Environmental Impact of Violations

28. Violation of the opacity limits increases public exposure to unhealthy particulate matter. Particulate matter, especially fine particulate, contributes to respiratory problems, lung damage, and premature deaths.

L/01/16
Date

Edward Nam

Acting Director

Air and Radiation Division

CERTIFICATE OF MAILING

I, Loretta Shaffer, certify that I sent a Notice of Violation and Finding of Violation, No. EPA-5-16-OH-11, by Certified Mail, Return Receipt Requested, to:

Mike Zwick Plant Manager Conesville Power Plant, American Electric Power 47201 County Road 273 Conesville, Ohio 43811

John McManus
Vice President, Environmental Services
American Electric Power
1 Riverside Plaza

Columbus, Ohio 43215-2373

I also certify that I sent a copy of the Notice of Violation and Finding of Violation by First-Class Mail to:

Janet J. Henry Deputy General Counsel American Electric Power 1 Riverside Plaza Columbus, OH 43215

Robert Hodanbosi, Chief Division of Air Pollution Control, Ohio EPA P.O. Box 1049 Columbus, Ohio 43216-1049

Melissa Witherspoon, Acting Assistant Chief Ohio EPA/DAPC, Southeast District Office 2195 Front Street Logan, Ohio 43138

On the <u>8</u> day of <u>June</u> 2016.

Loretta Shaffer Program Technician AECAB, PAS

CERTIFIED MAIL RECEIPT NUMBER: 7014 2870 0001 9577 8286